

October 23, 2020

## Expenditure and Revenue Summary

As of September 30, 2020, revenues during the three (3) month period from July-September were trending above the target percentage. The County's actual revenues through September were at 36.06% of budget. At this same time last year, the County had received and booked 37.0% of its amended budget revenue. As of September 2018, the County had received 37.97% of its amended budget revenue.

The County's expenditures through September are trending just slightly ahead of the target percentage at 27.42%. At this same time last fiscal year, the County had expended 28.53% of its amended budget. In FY 18-19, the County had expended 28.96% of the amended budget.

The County's fund balance available for appropriation as of September 30 was at 48.93% of expenditures. Fund balance at this same time last fiscal year was at 49.99%. In FY 18-19, the fund balance as a percentage of expenditures as of September 30 was at 44.39%. The current percentage is skewed by the \$3.5+ million interim loan for the West Stanly WWTP project. This has inflated overall General Fund expenditures and impacted the percentage of fund balance available. This figure will be adjusted in October after the increased State loan is recognized and the General Fund is fully reimbursed.

The County's General Fund cash position as of September 2020 was \$42.41 million. This figure is \$3.02 million (8%) higher than September 2019 and \$8.7 million (26%) higher than September 2018.

The County's group health insurance fund is trending ahead of the budget target. As of September 30, revenues exceeded expenses by approximately \$292,000.

Overall, the County's utility Enterprise Funds (e.g. water and sewer) are trending more favorably then at this same time period last fiscal year. The Enterprise Funds often reflect a deficit the first few months of the fiscal year due to the worker's comp and general liability insurance premium payments paid in full each July.

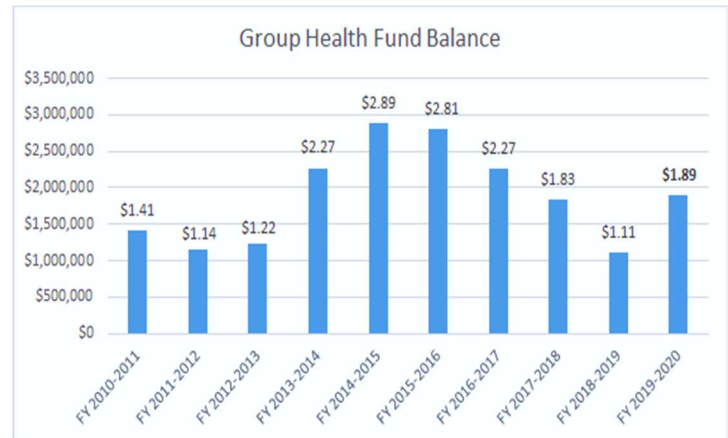
## Group Health & Worker's Comp Fund

Based on draft financial statement information, the County's Group Health and Worker's Comp Fund experienced a net increase of \$785,191 in FY 2019-2020.

Based on an analysis of average monthly group health and worker's compensation claims, the Fund currently has reserves to cover approximately four and one-half (4.5) months of average claims. Best practice suggests a self-insured fund maintain sufficient reserves to cover at least three (3) months of claims. Thus, the Fund is currently operating consistent with financial best practice.

FY 2019-2020 was the first time the County experienced an increase in this fund since FY 2014-2015. After four (4) consecutive years of losses, the Fund may be demonstrating signs that expenses are stabilizing.

Below please find the fund balance history for the Group Health and Worker's Comp Fund over the past ten (10) fiscal years:



## Upcoming Meetings & Events

Regular Board Meeting	Monday, November 2 6:00 PM Commissioners Meeting Room
Veterans Day Holiday	Wednesday, November 11 County Offices Closed